

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

G

W-02527A
Graham County Utilities Inc - Water
PO Drawer B
Pima, AZ 85543

RECEIVED

MAR 1 3 2008

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT

FOR YEAR ENDING

12	31	2007
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FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

31808

SCANNED

COMPANY INFORMATION

Company Name (Business Name) Graham County Utilities, Inc. – Water Division

Mailing Address PO Drawer B
(Street)

Pima

(City)

Arizona

(State)

85543

(Zip)

928-428-2451

Telephone No. (Include Area Code)

928-485-9491

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address russb@gce.coop

Local Office Mailing Address PO Drawer B
(Street)

Pima

(City)

Arizona

(State)

85543

(Zip)

928-485-2451

Local Office Telephone No. (Include Area Code)

928-485-9491

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address russb@gce.coop

MANAGEMENT INFORMATION

Management Contact: Russ Barney Finance Manager
(Name) (Title)

PO Drawer B

(Street)

Pima

(City)

Arizona

(State)

85543

(Zip)

928-485-2451

Telephone No. (Include Area Code)

928-485-9491

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address russb@gce.coop

On Site Manager: Steve M. Lines
(Name)

PO Drawer B

(Street)

Pima

(City)

Arizona

(State)

85543

(Zip)

928-485-2451

Telephone No. (Include Area Code)

928-485-9491

Fax No. (Include Area Code)

928-651-6024

Cell No. (Include Area Code)

Email Address slines@gce.coop

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Leven B. Ferrin

(Name)

1536 Cherokee Lane
(Street)

Safford
(City)

Arizona
(State)

85546
(Zip)

928-428-1602

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney: Michael M. Grant

(Name)

2575 East Camelback Road
(Street)

Phoenix
(City)

Arizona
(State)

85016-9225
(Zip)

602-530-8000

Telephone No. (Include Area Code)

602-530-8500

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☒ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☒ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	37,708		37,708
302	Franchises			
303	Land and Land Rights	22,507		22,507
304	Structures and Improvements	208,129	172,885	35,244
307	Wells and Springs	167,771	78,332	89,439
311	Pumping Equipment	178,437	141,490	36,947
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	983,468	575,495	407,973
333	Services	285,991	120,043	165,948
334	Meters and Meter Installations	136,422	60,496	75,926
335	Hydrants	57,002	25,227	31,775
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	11,686	8,002	3,684
344	Laboratory Equipment			
345	Power Operated Equipment	90,548	55,074	35,474
346	Communication Equipment	7,846	7,846	0
347	Miscellaneous Equipment			
348	Other Tangible Plant	610,168	445,422	164,746
	TOTALS	2,797,683	1,690,312	1,107,371

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	37,708		
302	Franchises			
303	Land and Land Rights	22,507		
304	Structures and Improvements	208,129	4.0	8,325
307	Wells and Springs	167,771	4.0	5,807
311	Pumping Equipment	178,437	4.0	7,081
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	983,468	4.0	39,339
333	Services	285,991	4.0	10,593
334	Meters and Meter Installations	136,422	4.0	5,284
335	Hydrants	57,002	4.0	1,628
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	11,686	20.0	1,673
344	Laboratory Equipment			
345	Power Operated Equipment	90,548	10.0	3,118
346	Communication Equipment	7,846	20.0	1,043
347	Miscellaneous Equipment			
348	Other Tangible Plant	610,168	4.0	24,407
	TOTALS	2,797,683		108,298

This amount goes on the Comparative Statement of Income and Expense _____
 Acct. No. 403.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 19,681	\$ 34,409
134	Working Funds		
135	Temporary Cash Investments	119,094	114,134
141	Customer Accounts Receivable	11,386	10,597
146	Notes/Receivables from Associated Companies		185,470
151	Plant Material and Supplies	60,898	56,430
162	Prepayments	11,452	12,509
174	Miscellaneous Current and Accrued Assets	22,865	19,435
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 245,376	\$ 432,984
	FIXED ASSETS		
101	Utility Plant in Service	\$ 2,612,064	\$ 2,797,683
103	Property Held for Future Use		
105	Construction Work in Progress	299,419	948,094
108	Accumulated Depreciation – Utility Plant	1,582,014	1,690,312
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 1,329,469	\$ 2,055,465
	TOTAL ASSETS	\$ 1,594,845	\$ 2,488,449

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 30,077	\$ 25,182
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	23,660	344
235	Customer Deposits	10,650	8,915
236	Accrued Taxes	13,297	13,371
237	Accrued Interest	2,821	24,094
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 80,505	\$ 71,906
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 1,282,943	\$ 2,168,509
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ 1,363,448	\$ 2,240,415
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 2,500	\$ 2,500
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	208,897	245,534
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 211,397	\$ 248,034
	TOTAL LIABILITIES AND CAPITAL	\$ 1,574,845	\$ 2,488,449

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 564,438	\$ 592,534
460	Unmetered Water Revenue		
474	Other Water Revenues	2,220	3,180
	TOTAL REVENUES	\$ 566,658	\$ 595,714
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 90,853	\$ 128,719
610	Purchased Water		
615	Purchased Power	29,802	40,387
618	Chemicals		
620	Repairs and Maintenance	52,834	34,967
621	Office Supplies and Expense	11,379	15,365
630	Outside Services	10,634	5,309
635	Water Testing	7,540	5,170
641	Rents	6,576	7,694
650	Transportation Expenses	24,691	26,540
657	Insurance – General Liability	11,739	11,739
659	Insurance - Health and Life	47,677	35,172
666	Regulatory Commission Expense – Rate Case	1,213	1,162
675	Miscellaneous Expense	27,903	21,930
403	Depreciation Expense	106,570	108,298
408	Taxes Other Than Income	9,797	12,978
408.11	Property Taxes	19,511	19,238
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 458,719	\$ 474,668
	OPERATING INCOME/(LOSS)	\$ 107,939	\$ 121,046
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 6,258	\$ 6,577
421	Non-Utility Income	7,960	6,352
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(80,000)	(97,339)
	TOTAL OTHER INCOME/(EXPENSE)	\$ (65,782)	\$ (84,410)
	NET INCOME/(LOSS)	\$ 42,157	\$ 36,636

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4	LOAN #5	LOAN #6	LOAN #7
Date Issued	11/1/1989	9/4/1996	6/30/1993	12/20/1996	10/10/1998	11/15/2000	3/1/2007
Source of Loan	CFC	CFC	USDA	USDA	AEPCO	USDA	USDA
ACC Decision No.	56660	59132	59132	61056	60523	61839	69245
Reason for Loan	Purchase Water Company	New Construction	Pima Upgrade	Cottonwood Wash Upgrade	Bryce Upgrade	Ft Thomas Upgrade	New Wells/Tank
Dollar Amount Issued	\$1,054,461	\$148,500	\$180,000	\$300,000	\$220,000	\$95,000	\$1,100,000
Amount Outstanding	\$515,459	\$0	\$146,430	\$255,840	\$62,334	\$88,446	\$1,100,000
Date of Maturity	9/30/2014	9/30/2031	11/1/2028	11/30/2031	12/10/2009	11/15/2040	3/1/2047
Interest Rate	7.0%	7.45%	5.0%	4.5%	0.0%	4.5%	4.125%
Current Year Interest	\$39,016	\$1,937	\$7,404	\$11,625	\$ 0	\$4,009	\$21,609
Current Year Principle	\$56,575	\$127,067	\$3,036	\$4,575	\$22,000	\$1,175	\$ 0

Meter Deposit Balance at Test Year End	\$ 0
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Meter Deposits Refunded During the Test Year	\$ 0
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COMPANY NAME	Graham County Utilities, Inc. – Water Division
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
Schedule Attached						

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
NONE		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
30	2	61	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
380,000	1	4,000	1
190,000	2		
45,000	1		
90,000	1		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	Graham County Utilities, Inc. – Water Division
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	CA,PVC,Steel	34,415
3	CA,PVC,Steel	9,274
4	CA,PVC,Steel	41,167
5		
6	CA,PVC,Steel	101,805
8	CA,PVC,Steel	20,106
10	CA,PVC,Steel	31,024
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X ¾	1148
3/4	
1	1
1 1/2	3
2	5
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

Chlorination _____

STRUCTURES:

Chlorination Building 8' X 12' Pima, Arizona _____

Chlorination Building 8' X 12' Ft Thomas, Arizona _____

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:	Graham County Utilities, Inc. – Water Division
Name of System:	ADEQ Public Water System Number:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	1,138	9,249	9,157	
FEBRUARY	1,135	8,242	8,998	
MARCH	1,146	9,766	11,201	
APRIL	1,149	10,613	10,912	
MAY	1,145	11,774	12,346	
JUNE	1,148	17,842	19,753	
JULY	1,155	17,658	18,396	
AUGUST	1,160	13,985	13,732	
SEPTEMBER	1,159	15,234	17,328	
OCTOBER	1,159	12,645	14,322	
NOVEMBER	1,152	12,098	11,686	
DECEMBER	1,157	12,199	12,877	
TOTALS →		151,305	160,708	

What is the level of arsenic for each well on your system? _____ mg/l

(If more than one well, please list each separately.)

Schedule Attached

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

(X) Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Graham County Utilities, Inc. – Water Division YEAR ENDING 12/31/2007

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 20,005.94

Attach to this annual report proof (e.g. property tax bills stamped “paid in full” or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Graham
NAME (OWNER OR OFFICIAL) TITLE	Steve M. Lines General Manager
COMPANY NAME	Graham County Utilities, Inc. – Water Division

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

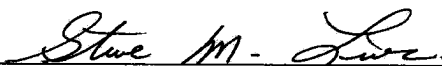
MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



SIGNATURE OF OWNER OR OFFICIAL

928-485-2451

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

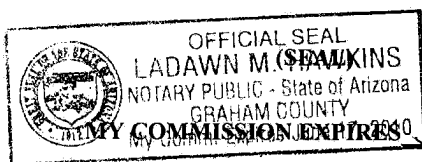
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

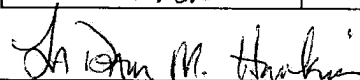
THIS

12th

DAY OF

COUNTY NAME	Graham
MONTH	March
	2008





SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Graham County Utilities, Inc. – Water Division YEAR ENDING 12/31/2007

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>N/A Tax Exempt</u>
Estimated or Actual Federal Tax Liability	<u>N/A Tax Exempt</u>

State Taxable Income Reported	<u>N/A Tax Exempt</u>
Estimated or Actual State Tax Liability	<u>N/A Tax Exempt</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>257,520</u>
Amount of Gross-Up Tax Collected	<u> </u>
Total Grossed-Up Contributions/Advances	<u>257,520</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

3-11-08
DATE

Steve M. Lines
PRINTED NAME

General manager
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Graham
NAME (OWNER OR OFFICIAL) TITLE	Steve M. Lines General Manager
COMPANY NAME	Graham County Utilities, Inc. – Water Division

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 643,664.11

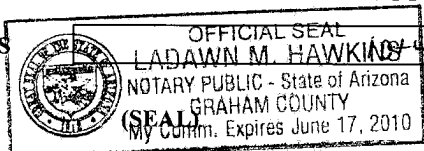
**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 49,990.46
IN SALES TAXES BILLED, OR COLLECTED)**

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



DAY OF

COUNTY NAME	Graham
MONTH	<u>March</u>
	<u>2008</u>

Ladawn M. Hawkins
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES June 17, 2010

Steve M. Lines
SIGNATURE OF OWNER OR OFFICIAL

928-485-2451

TELEPHONE NUMBER

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

RECEIVED
MAR 13 2008
Graham County
Director of Public Works

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Graham	
NAME (OWNER OR OFFICIAL) Steve M. Lines	TITLE General Manager
COMPANY NAME Graham County Utilities, Inc. – Water Division	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 549,041.89

THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 43,796.32

IN SALES TAXES BILLED, OR COLLECTED)

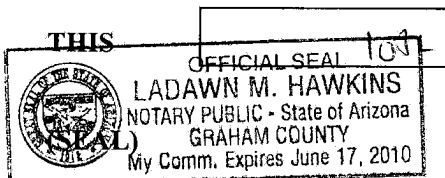
***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

Steve M. Lines
SIGNATURE OF OWNER OR OFFICIAL

928-485-2451
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



MY COMMISSION EXPIRES June 17, 2010

NOTARY PUBLIC NAME	
COUNTY NAME Graham	
MONTH <u>March</u>	20 <u>08</u>

X Ladawn M. Hawkins
SIGNATURE OF NOTARY PUBLIC

GRAHAM COUNTY UTILITIES, INC. - WATER
YEAR ENDED 12/31/2007
CONTINUATION SHEET
WATER COMPANY PLANT DESCRIPTION
WELLS

ADWR ID NO.		PUMP HORSEPOWER	PUMP YIELD (GPM)	CASING SIZE (INCHES)	WELL DEPTH (FEET)	METER SIZE (INCHES)	YEAR DRILLED
55-529642		5	25	12	196		1991
55-540458		5	65	12	200		1994
55-545487		5	55	12	189		1995
55-549470		5	65	12	217		1995
55-605850	CAPPED			4			Pre 1989
55-605851		1	25	6	100		Pre 1989
55-605852	CAPPED			6	100		Pre 1989
55-605853	CAPPED			6	250		Pre 1989
55-605854	CAPPED			4	100		Pre 1989
55-605855		1	0	6	100		Pre 1989
55-605856		3	35	12	290		Pre 1989
55-605857	CAPPED			4	100		Pre 1989
55-605858	CAPPED			16	32		Pre 1989
55-605859	CAPPED			5	100		Pre 1989
55-605860		1	15	6	100		Pre 1989
55-605861		1	25	4	100		Pre 1989
55-605862	CAPPED			5	100		Pre 1989
55-605863		1	25	6	90		1998
55-606081	CAPPED			1	585		Pre 1989
55-606082	CAPPED			6	100		Pre 1989
55-606084	CAPPED						Pre 1989
55-606085		3	45	12	255		Pre 1989
55-606086		1.5	35	16	76		Pre 1989
55-606087		1	25	12	80		Pre 1989
55-565863		3	25	12	220		Pre 1989
55-565864		3	35	12	220		Pre 1989
55-565865		5	65	12	220		1998
55-206721		7.5	70	10	700		2006
55-211780		30	270	12	620		2007
55-211778		30	225	8	342		2007

**GRAHAM COUNTY UTILITIES, INC. - WATER
YEAR ENDED DECEMBER 31,2007**

LEVEL OF ARSENIC BY WELL

ADWR ID. NO.	PARTS PER BILLION
55-529642	13
55-540458	19
55-545487	17
55-549470	5.5
55-605851	5.7
55-605855	4.8
55-605856	10
55-605860	10
55-605861	3.9
55-605863	17
55-605864	29
55-606085	66
55-565865	37
55-206721	0
55-211780	3.5
55-211778	<0.020

Graham County Treasurer

Jean Reynolds

921 Thatcher Blvd.

Safford, AZ 85546

928-428-3440

Tax Payments by Date

11/1/2007

<u>User</u>	<u>Date</u>	<u>Year</u>	<u>Roll #</u>	<u>S/U</u>	<u>Book</u>	<u>Map</u>	<u>Parcel</u>	<u>S</u>	<u>TaxID</u>	<u>Pmt Date</u>	<u>Payment Info</u>	<u>Payment Amount</u>	<u>Payer</u>	<u>Description</u>
Treas1	11/1/2007	2007	15308	S	905	00	630			11/01/2007	Graham County Util	\$1,473.96	Owner Paid	Scanned Payment
Treas1	11/1/2007	2007	15309	S	905	00	680			11/01/2007	Graham County Util	\$7,686.02	Owner Paid	Scanned Payment
Treas1	11/1/2007	2007	15310	S	905	00	760			11/01/2007	Graham County Util	\$772.44	Owner Paid	Scanned Payment
Treas1												<u>\$9,932.42</u>		
	11/1/2007											<u>\$9,932.42</u>		
Grand Total:												<u>\$9,932.42</u>		

Graham County Treasurer
Jean Reynolds
921 Thatcher Blvd.
Safford, AZ 85546
928-428-3440

Tax Payments by Date
4/26/2007

<u>User</u>	<u>Date</u>	<u>Year</u>	<u>Roll #</u>	<u>S/U</u>	<u>Book</u>	<u>Map</u>	<u>Parcel</u>	<u>S</u>	<u>TaxID</u>	<u>Pmt Date</u>	<u>Payment Info</u>	<u>Payment Amount</u>	<u>Payer</u>	<u>Description</u>
Treas	4/26/2007	2006	14869	S	905	00	680			04/26/2007	Graham County Util	\$7,692.36	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14868	S	905	00	630			04/26/2007	Graham County Util	\$1,585.23	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14870	S	905	00	760			04/26/2007	Graham County Util	\$795.93	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14928	S	963	80	100			04/26/2007	Graham County Util	\$585.71 \$73,673.5	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14931	S	963	80	170			04/26/2007	Graham County Util	\$3,328.84	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14932	S	963	80	170	C		04/26/2007	Graham County Util	\$123.33	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14933	S	963	80	430			04/26/2007	Graham County Util	\$3,365.86	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14935	S	963	80	440			04/26/2007	Graham County Util	\$2,244.04	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14937	S	963	80	500			04/26/2007	Graham County Util	\$184.12	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14938	S	963	80	570			04/26/2007	Graham County Util	\$3,193.16	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14940	S	963	80	630			04/26/2007	Graham County Util	\$1,731.53	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14942	S	963	80	680			04/26/2007	Graham County Util	\$1,780.45	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14944	S	963	80	701			04/26/2007	Graham County Util	\$702.71	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14946	S	963	80	760			04/26/2007	Graham County Util	\$542.46	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	7567	S	105	17	059			04/26/2007	Graham County Elec	\$75.77	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14903	S	960	60	100		T	04/26/2007	Graham County Elec	\$9,227.14	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14904	S	960	60	150	T		04/26/2007	Graham County Elec	\$2,380.07	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14905	S	960	60	170	T		04/26/2007	Graham County Elec	\$37,528.65	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14906	S	960	60	400	T		04/26/2007	Graham County Elec	\$569.51	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14907	S	960	60	430	T		04/26/2007	Graham County Elec	\$12,513.12	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14908	S	960	60	440	T		04/26/2007	Graham County Elec	\$26,961.76	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14909	S	960	60	470	T		04/26/2007	Graham County Elec	\$2,482.97	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14910	S	960	60	480	T		04/26/2007	Graham County Elec	\$98.61	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14911	S	960	60	500	T		04/26/2007	Graham County Elec	\$13,192.74	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14912	S	960	60	550	T		04/26/2007	Graham County Elec	\$71.77	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14913	S	960	60	570	T		04/26/2007	Graham County Elec	\$10,238.87	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14914	S	960	60	630	T		04/26/2007	Graham County Elec	\$7,540.43	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14915	S	960	60	640	T		04/26/2007	Graham County Elec	\$68.75	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14917	S	960	60	680	T		04/26/2007	Graham County Elec	\$11,330.61	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14919	S	960	60	701	T		04/26/2007	Graham County Elec	\$1,281.08	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14920	S	960	60	760	T		04/26/2007	Graham County Elec	\$3,279.66	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14921	S	960	60	780	T		04/26/2007	Graham County Elec	\$2,946.97	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14922	S	960	60	900	T		04/26/2007	Graham County Elec	\$2,241.90	Owner Paid	Scanned Payment
Treas	4/26/2007	2006	14923	S	960	61	600	T		04/26/2007	Graham County Elec	\$6,640.45	Owner Paid	Scanned Payment